

House File 2564

S-5151

1 Amend House File 2564, as amended, passed, and reprinted by  
2 the House, as follows:

3 1. By striking everything after the enacting clause and  
4 inserting:

5 <DIVISION I

6 FY 2022-2023 APPROPRIATIONS

7 Section 1. DEPARTMENT OF CULTURAL AFFAIRS.

8 1. There is appropriated from the general fund of the state  
9 to the department of cultural affairs for the fiscal year  
10 beginning July 1, 2022, and ending June 30, 2023, the following  
11 amounts, or so much thereof as is necessary, to be used for the  
12 purposes designated:

13 a. ADMINISTRATION

14 For salaries, support, maintenance, and miscellaneous  
15 purposes, and for not more than the following full-time  
16 equivalent positions for the department:

17 .....	\$	168,637
18 .....	FTEs	55.24

19 The department of cultural affairs shall coordinate  
20 activities with the tourism office of the economic development  
21 authority to promote attendance at the state historical  
22 building and at the state's historic sites.

23 Full-time equivalent positions authorized under this  
24 paragraph are funded, in full or in part, using moneys  
25 appropriated under this paragraph and paragraphs "c" through  
26 "g".

27 b. COMMUNITY CULTURAL GRANTS

28 For planning and programming for the community cultural  
29 grants program established under [section 303.3](#):

30 .....	\$	172,090
----------	----	---------

31 c. HISTORICAL DIVISION

32 For the support of the historical division:

33 .....	\$	3,142,351
----------	----	-----------

34 d. HISTORIC SITES

35 For the administration and support of historic sites:

1 ..... \$ 426,398

2 e. ARTS DIVISION

3 For the support of the arts division:

4 ..... \$ 1,317,188

5 Of the moneys appropriated in this paragraph, the department  
6 shall allocate \$300,000 for purposes of the film office.

7 f. IOWA GREAT PLACES

8 For the Iowa great places program established under section  
9 303.3C:

10 ..... \$ 150,000

11 g. CULTURAL TRUST GRANTS

12 For grant programs administered by the Iowa arts  
13 council including those programs supporting the long-term  
14 financial stability and sustainability of nonprofit cultural  
15 organizations:

16 ..... \$ 150,000

17 2. Notwithstanding section 8.33, moneys appropriated in  
18 this section that remain unencumbered or unobligated at the  
19 close of the fiscal year shall not revert but shall remain  
20 available for expenditure for the purposes designated until the  
21 close of the succeeding fiscal year.

22 Sec. 2. GOALS AND ACCOUNTABILITY — ECONOMIC DEVELOPMENT.

23 1. For the fiscal year beginning July 1, 2022, the goals  
24 for the economic development authority shall be to expand and  
25 stimulate the state economy, increase the wealth of Iowans, and  
26 increase the population of the state.

27 2. To achieve the goals in subsection 1, the economic  
28 development authority shall do all of the following for the  
29 fiscal year beginning July 1, 2022:

30 a. Concentrate its efforts on programs and activities that  
31 result in commercially viable products and services.

32 b. Adopt practices and services consistent with free  
33 market, private sector philosophies.

34 c. Ensure economic growth and development throughout the  
35 state.

- 1 d. Work with businesses and communities to continually
- 2 improve the economic development climate along with the
- 3 economic well-being and quality of life for Iowans.
- 4 e. Coordinate with other state agencies to ensure that they
- 5 are attentive to the needs of an entrepreneurial culture.
- 6 f. Establish a strong and aggressive marketing image to
- 7 showcase Iowa's workforce, existing industry, and potential.
- 8 A priority shall be placed on recruiting new businesses,
- 9 business expansion, and retaining existing Iowa businesses.
- 10 Emphasis shall be placed on entrepreneurial development through
- 11 helping entrepreneurs secure capital, and developing networks
- 12 and a business climate conducive to entrepreneurs and small
- 13 businesses.
- 14 g. Encourage the development of communities and quality of
- 15 life to foster economic growth.
- 16 h. Prepare communities for future growth and development
- 17 through development, expansion, and modernization of
- 18 infrastructure.
- 19 i. Develop public-private partnerships with Iowa businesses
- 20 in the tourism industry, Iowa tour groups, Iowa tourism
- 21 organizations, and political subdivisions in this state to
- 22 assist in the development of advertising efforts.
- 23 j. Develop, to the fullest extent possible, cooperative
- 24 efforts for advertising with contributions from other sources.

25 Sec. 3. ECONOMIC DEVELOPMENT AUTHORITY.

26 1. APPROPRIATION

27 a. There is appropriated from the general fund of the state

28 to the economic development authority for the fiscal year

29 beginning July 1, 2022, and ending June 30, 2023, the following

30 amount, or so much thereof as is necessary, to be used for the

31 purposes designated in this subsection, and for not more than

32 the following full-time equivalent positions:

33 .....	\$ 13,318,553
34 .....	FTEs 105.85

35 b. (1) For salaries, support, miscellaneous purposes,

1 programs, marketing, and the maintenance of an administration  
2 division, a business development division, a community  
3 development division, a small business development division,  
4 and other divisions the authority may organize.

5 (2) The full-time equivalent positions authorized under  
6 this section are funded, in whole or in part, by the moneys  
7 appropriated under this subsection or by other moneys received  
8 by the authority, including certain federal moneys.

9 (3) For business development operations and programs,  
10 international trade, export assistance, workforce recruitment,  
11 and the partner state program.

12 (4) For transfer to a fund created pursuant to section  
13 15.313 for purposes of financing strategic infrastructure  
14 projects.

15 (5) For community economic development programs, tourism  
16 operations, community assistance, plans for Iowa green corps  
17 and summer youth programs, the main street and rural main  
18 street programs, the school-to-career program, the community  
19 development block grant, and housing and shelter-related  
20 programs.

21 (6) For achieving the goals and accountability, and  
22 fulfilling the requirements and duties required under this Act.

23 c. Notwithstanding section 8.33, moneys appropriated in  
24 this subsection that remain unencumbered or unobligated at the  
25 close of the fiscal year shall not revert but shall remain  
26 available for expenditure for the purposes designated in this  
27 subsection until the close of the succeeding fiscal year.

28 2. FINANCIAL ASSISTANCE RESTRICTIONS

29 a. A business creating jobs through moneys appropriated in  
30 subsection 1 shall be subject to contract provisions requiring  
31 new and retained jobs to be filled by individuals who are  
32 citizens of the United States who reside within the United  
33 States, or any person authorized to work in the United States  
34 pursuant to federal law, including legal resident aliens  
35 residing in the United States.

1     b. Any vendor who receives moneys appropriated in  
2 subsection 1 shall adhere to such contract provisions and  
3 provide periodic assurances as the state shall require that the  
4 jobs are filled solely by citizens of the United States who  
5 reside within the United States, or any person authorized to  
6 work in the United States, pursuant to federal law, including  
7 legal resident aliens residing in the United States.

8     c. A business that receives financial assistance from  
9 the authority from moneys appropriated in subsection 1 shall  
10 only employ individuals legally authorized to work in this  
11 state. In addition to all other applicable penalties provided  
12 by current law, all or a portion of the assistance received  
13 by a business which is found to knowingly employ individuals  
14 not legally authorized to work in this state is subject to  
15 recapture by the authority.

16     3. USES OF APPROPRIATIONS

17     a. From the moneys appropriated in subsection 1, the  
18 authority may provide financial assistance in the form of a  
19 grant to a community economic development entity for conducting  
20 a local workforce recruitment effort designed to recruit former  
21 citizens of the state and former students at colleges and  
22 universities in the state to meet the needs of local employers.

23     b. From the moneys appropriated in subsection 1, the  
24 authority may provide financial assistance to early stage  
25 industry companies being established by women entrepreneurs.

26     c. From the moneys appropriated in subsection 1, the  
27 authority may provide financial assistance in the form of  
28 grants, loans, or forgivable loans for advanced research and  
29 commercialization projects involving value-added agriculture,  
30 advanced technology, or biotechnology.

31     d. The authority shall not use any moneys appropriated in  
32 subsection 1 for purposes of providing financial assistance for  
33 the Iowa green streets pilot project or for any other program  
34 or project that involves the installation of geothermal systems  
35 for melting snow and ice from streets or sidewalks.

1 4. WORLD FOOD PRIZE

2 In lieu of the standing appropriation in [section 15.368](#),  
3 there is appropriated from the general fund of the state to the  
4 economic development authority for the fiscal year beginning  
5 July 1, 2022, and ending June 30, 2023, the following amount  
6 for the world food prize:

7 ..... \$ 375,000

8 5. IOWA COMMISSION ON VOLUNTEER SERVICE

9 a. There is appropriated from the general fund of the state  
10 to the economic development authority for the fiscal year  
11 beginning July 1, 2022, and ending June 30, 2023, the following  
12 amount for allocation to the Iowa commission on volunteer  
13 service for purposes of the Iowa state commission grant  
14 program, the Iowa's promise and Iowa mentoring partnership  
15 programs, and for not more than the following full-time  
16 equivalent positions:

17 ..... \$ 168,201

18 ..... FTEs 12.70

19 Of the moneys appropriated in this subsection, the  
20 authority shall allocate \$75,000 for purposes of the Iowa state  
21 commission grant program and \$93,201 for purposes of the Iowa's  
22 promise and Iowa mentoring partnership programs.

23 b. Notwithstanding [section 8.33](#), moneys appropriated in  
24 this subsection that remain unencumbered or unobligated at the  
25 close of the fiscal year shall not revert but shall remain  
26 available for expenditure for the purposes designated until the  
27 close of the succeeding fiscal year.

28 6. COUNCILS OF GOVERNMENTS — ASSISTANCE

29 There is appropriated from the general fund of the state  
30 to the economic development authority for the fiscal year  
31 beginning July 1, 2022, and ending June 30, 2023, the following  
32 amount to be used for the purposes of providing financial  
33 assistance to Iowa's councils of governments:

34 ..... \$ 250,000

35 7. FUTURE READY IOWA REGISTERED APPRENTICESHIP DEVELOPMENT

1 PROGRAM

2 a. There is appropriated from the general fund of the state  
3 to the economic development authority for the fiscal year  
4 beginning July 1, 2022, and ending June 30, 2023, the following  
5 amount to be used for the funding of the future ready Iowa  
6 registered apprenticeship development program under chapter  
7 15C, to encourage small to midsize businesses to start or grow  
8 registered apprenticeships:

9 ..... \$ 760,000

10 b. Notwithstanding section 8.33, moneys appropriated in  
11 this subsection that remain unencumbered or unobligated at the  
12 close of the fiscal year shall not revert but shall remain  
13 available for expenditure for the purposes designated until the  
14 close of the succeeding fiscal year.

15 8. BUTCHERY INNOVATION AND REVITALIZATION PROGRAM

16 a. There is appropriated from the general fund of the state  
17 to the economic development authority for the fiscal year  
18 beginning July 1, 2022, and ending June 30, 2023, the following  
19 amount, or so much thereof as is necessary, for the purpose  
20 designated:

21 For support of the butchery innovation and revitalization  
22 program established in section 15E.370:

23 ..... \$ 633,325

24 b. There is appropriated from the Iowa skilled worker and  
25 job creation fund created in section 8.75 to the Iowa economic  
26 development authority for the fiscal year beginning July 1,  
27 2022, and ending June 30, 2023, the following amount, or so  
28 much thereof as is necessary, to be used for the purposes  
29 designated:

30 For support of the butchery innovation and revitalization  
31 program established in section 15E.370:

32 ..... \$ 366,675

33 9. TOURISM OFFICE

34 a. There is appropriated from the general fund of the state  
35 to the economic development authority for the fiscal year

1 beginning July 1, 2021, and ending June 30, 2022, the following  
2 amount for the tourism office to be used for advertising,  
3 promoting, placement, and implementation of the economic  
4 development authority's strategic plan for tourism and travel:  
5 ..... \$ 1,100,000

6 b. Notwithstanding section 8.33, moneys appropriated in  
7 this subsection that remain unencumbered or unobligated at the  
8 close of the fiscal year shall not revert but shall remain  
9 available for expenditure for the purposes designated until the  
10 close of the succeeding fiscal year.

11 c. The economic development authority shall submit an  
12 annual report on or before January 15 to the general assembly  
13 regarding the tourism office's activities funded with moneys  
14 appropriated under this subsection. The report shall be  
15 provided in an electronic format and shall include metrics  
16 and criteria that allow the general assembly to quantify  
17 and evaluate the effectiveness and economic impact of the  
18 tourism office's activities related to advertising, promoting,  
19 placement, and implementation of the economic development  
20 authority's strategic plan for tourism and travel.

21 10. SCIENCE, TECHNOLOGY, ENGINEERING, AND MATHEMATICS  
22 INTERNSHIPS

23 a. There is appropriated from the Iowa skilled worker and  
24 job creation fund created in section 8.75 to the Iowa economic  
25 development authority for the fiscal year beginning July 1,  
26 2022, and ending June 30, 2023, the following amount, or so  
27 much thereof as is necessary, to be used for the purposes  
28 designated:

29 For the funding of internships for students studying in the  
30 fields of science, technology, engineering, and mathematics  
31 with eligible Iowa employers as provided in section 15.411,  
32 subsection 3, paragraph "c":

33 ..... \$ 633,325

34 b. No more than 3 percent of the moneys appropriated in this  
35 subsection may be used by the authority for costs associated

1 with administration of the internship program.

2 c. Notwithstanding section 8.33, moneys appropriated in  
3 this subsection that remain unencumbered or unobligated at the  
4 close of the fiscal year shall not revert but shall remain  
5 available for expenditure for the purposes designated in  
6 subsequent fiscal years.

7 11. FUTURE READY IOWA — VOLUNTEER MENTORING PROGRAM

8 a. There is appropriated from the Iowa skilled worker and  
9 job creation fund created in section 8.75 to the economic  
10 development authority for the fiscal year beginning July 1,  
11 2022, and ending June 30, 2023, the following amount, or so  
12 much thereof as is necessary, to be used for the purposes  
13 designated:

14 For allocation to the Iowa commission on volunteer services  
15 to be used for establishing a volunteer mentor program to  
16 support implementation of the future ready Iowa skilled  
17 workforce last-dollar scholarship program in section 261.131  
18 and the future ready Iowa skilled workforce grant program  
19 created in section 261.132, and for not more than the following  
20 full-time equivalent positions:

21 .....	\$	400,000
22 .....	FTEs	1.15

23 b. Notwithstanding section 8.33, moneys appropriated in  
24 this subsection that remain unencumbered or unobligated at the  
25 close of the fiscal year shall not revert but shall remain  
26 available for expenditure for the purposes designated until the  
27 close of the succeeding fiscal year.

28 12. STEM BEST AND EMPOWER RURAL IOWA

29 a. There is appropriated from the Iowa skilled worker and  
30 job creation fund created in section 8.75 to the economic  
31 development authority for the fiscal year beginning July 1,  
32 2022, and ending June 30, 2023, the following amount, or so  
33 much thereof as is necessary, to be used for the purposes  
34 designated:

35 STEM best:

1 ..... \$ 700,000

2 Empower rural Iowa program:

3 ..... \$ 700,000

4 b. Notwithstanding section 8.33, moneys appropriated in  
5 this subsection that remain unencumbered or unobligated at the  
6 close of the fiscal year shall not revert but shall remain  
7 available for expenditure for the purposes designated until the  
8 close of the succeeding fiscal year.

9 c. The authority shall adopt rules pursuant to chapter  
10 17A to establish criteria for the distribution of the moneys  
11 appropriated in this subsection.

12 Sec. 4. LIMITATIONS OF STANDING APPROPRIATIONS — FY  
13 2022-2023. Notwithstanding the standing appropriations  
14 in the following designated sections for the fiscal year  
15 beginning July 1, 2022, and ending June 30, 2023, the amounts  
16 appropriated from the general fund of the state pursuant to  
17 those sections for the following purposes shall not exceed the  
18 following amounts:

19 1. For operational support grants and community cultural  
20 grants under section 99F.11, subsection 4, paragraph "d",  
21 subparagraph (1):

22 ..... \$ 448,403

23 2. For the purposes of regional tourism marketing under  
24 section 99F.11, subsection 4, paragraph "d", subparagraph (2):

25 ..... \$ 1,443,700

26 Sec. 5. FINANCIAL ASSISTANCE REPORTING — ECONOMIC  
27 DEVELOPMENT AUTHORITY. The economic development authority  
28 shall submit an annual report to the general assembly no later  
29 than November 1, 2022, that details the amount of every direct  
30 loan, forgivable loan, tax credit, tax exemption, tax refund,  
31 grant, or any other financial assistance awarded to a person  
32 during the prior fiscal year by the authority under an economic  
33 development program administered by the authority. The report  
34 shall identify the county where the project associated with  
35 each such award is located.



1 ..... \$ 1,492,452  
2 ..... FTEs 10.00

3 2. Of the moneys appropriated in this section, the board  
4 shall allocate \$15,000 for maintaining an internet site that  
5 allows access to a searchable database of collective bargaining  
6 information.

7 Sec. 10. DEPARTMENT OF WORKFORCE DEVELOPMENT. There  
8 is appropriated from the general fund of the state to the  
9 department of workforce development for the fiscal year  
10 beginning July 1, 2022, and ending June 30, 2023, the following  
11 amounts, or so much thereof as is necessary, to be used for the  
12 purposes designated:

13 1. DIVISION OF LABOR SERVICES

14 a. For the division of labor services, including salaries,  
15 support, maintenance, and miscellaneous purposes, and for not  
16 more than the following full-time equivalent positions:

17 ..... \$ 3,491,252  
18 ..... FTEs 58.46

19 b. From the contractor registration fees, the division of  
20 labor services shall reimburse the department of inspections  
21 and appeals for all costs associated with hearings under  
22 chapter 91C, relating to contractor registration.

23 2. DIVISION OF WORKERS' COMPENSATION

24 a. For the division of workers' compensation, including  
25 salaries, support, maintenance, and miscellaneous purposes, and  
26 for not more than the following full-time equivalent positions:

27 ..... \$ 3,321,044  
28 ..... FTEs 26.15

29 b. The division of workers' compensation shall charge a  
30 \$100 filing fee for workers' compensation cases. The filing  
31 fee shall be paid by the petitioner of a claim. However,  
32 the fee can be taxed as a cost and paid by the losing party,  
33 except in cases where it would impose an undue hardship or be  
34 unjust under the circumstances. The moneys generated by the  
35 filing fee allowed under this paragraph are appropriated to the

1 department of workforce development to be used for purposes of  
2 administering the division of workers' compensation.

3 3. WORKFORCE DEVELOPMENT OPERATIONS

4 a. For the operation of field offices, the workforce  
5 development board, and for not more than the following  
6 full-time equivalent positions:

7 ..... \$ 6,675,650  
8 ..... FTEs 188.63

9 b. Of the moneys appropriated in paragraph "a", the  
10 department shall allocate \$150,000 to the state library for the  
11 purpose of licensing an online resource which prepares persons  
12 to succeed in the workplace through programs which improve job  
13 skills and vocational test-taking abilities.

14 4. OFFENDER REENTRY PROGRAM

15 a. For the development and administration of an offender  
16 reentry program to provide offenders with employment skills,  
17 and for not more than the following full-time equivalent  
18 positions:

19 ..... \$ 387,158  
20 ..... FTEs 5.00

21 b. The department of workforce development shall partner  
22 with the department of corrections to provide staff within  
23 the correctional facilities resources to improve offenders'  
24 abilities to find and retain productive employment.

25 5. INTEGRATED INFORMATION FOR IOWA SYSTEM

26 For the payment of services provided by the department of  
27 administrative services related to the integrated information  
28 for Iowa system:

29 ..... \$ 228,822

30 6. SUMMER YOUTH INTERN PILOT PROGRAM

31 For the funding of a summer youth intern pilot program that  
32 will help young people at risk of not graduating from high  
33 school to explore and prepare for high-demand careers through  
34 summer work experience, including the development of soft  
35 skills:

1 ..... \$ 250,000

2 7. NONREVERSION

3 Notwithstanding section 8.33, moneys appropriated in this  
4 section that remain unencumbered or unobligated at the close of  
5 the fiscal year shall not revert but shall remain available for  
6 expenditure for the purposes designated until the close of the  
7 succeeding fiscal year.

8 Sec. 11. GENERAL FUND — EMPLOYEE MISCLASSIFICATION

9 PROGRAM. There is appropriated from the general fund of the  
10 state to the department of workforce development for the fiscal  
11 year beginning July 1, 2022, and ending June 30, 2023, the  
12 following amount, or so much thereof as is necessary, to be  
13 used for the purposes designated:

14 For enhancing efforts to investigate employers that  
15 misclassify workers, and for not more than the following  
16 full-time equivalent positions:

17 ..... \$ 379,631  
18 ..... FTEs 3.15

19 Sec. 12. SPECIAL EMPLOYMENT SECURITY CONTINGENCY FUND.

20 1. There is appropriated from the special employment  
21 security contingency fund to the department of workforce  
22 development for the fiscal year beginning July 1, 2022, and  
23 ending June 30, 2023, the following amount, or so much thereof  
24 as is necessary, to be used for field offices:

25 ..... \$ 2,416,084

26 2. Any remaining additional penalty and interest revenue  
27 collected by the department of workforce development is  
28 appropriated to the department for the fiscal year beginning  
29 July 1, 2022, and ending June 30, 2023, to accomplish the  
30 mission of the department.

31 Sec. 13. UNEMPLOYMENT COMPENSATION RESERVE FUND —

32 FIELD OFFICES. Notwithstanding section 96.9, subsection 8,  
33 paragraph "e", there is appropriated from interest earned on  
34 the unemployment compensation reserve fund to the department  
35 of workforce development for the fiscal year beginning July

1 1, 2022, and ending June 30, 2023, the following amount, or  
2 so much thereof as is necessary, to be used for the purposes  
3 designated:

4 For the operation of field offices:  
5 ..... \$ 2,200,000

6 Sec. 14. VIRTUAL ACCESS WORKFORCE DEVELOPMENT OFFICES. The  
7 department of workforce development shall require a unique  
8 identification login for all users of workforce development  
9 centers operated through electronic means.

10 Sec. 15. UNEMPLOYMENT COMPENSATION PROGRAM. Notwithstanding  
11 section 96.9, subsection 4, paragraph "a", moneys credited to  
12 the state by the secretary of the treasury of the United  
13 States pursuant to section 903 of the Social Security  
14 Act are appropriated to the department of workforce  
15 development and shall be used by the department for the  
16 administration of the unemployment compensation program only.  
17 This appropriation shall not apply to any fiscal year  
18 beginning after December 31, 2022.

19 Sec. 16. IOWA SKILLED WORKER AND JOB CREATION FUND.

20 1. There is appropriated from the Iowa skilled worker and  
21 job creation fund created in section 8.75 to the following  
22 departments, agencies, and institutions for the fiscal year  
23 beginning July 1, 2022, and ending June 30, 2023, the following  
24 amounts, or so much thereof as is necessary, to be used for the  
25 purposes designated:

26 a. ECONOMIC DEVELOPMENT AUTHORITY

27 (1) For the purposes of providing assistance as described in  
28 section 15.335B for the high quality jobs program:  
29 ..... \$ 11,700,000

30 From the moneys appropriated in this subparagraph, the  
31 economic development authority may use not more than \$1,000,000  
32 for purposes of providing infrastructure grants to main street  
33 communities under the main street Iowa program and may allocate  
34 not more than \$300,000 for the purposes of supporting statewide  
35 worker education and quality preapprenticeship programs.

1 (2) As a condition of receiving moneys appropriated in  
2 this lettered paragraph "a", an entity shall testify upon the  
3 request of the joint appropriations subcommittee on economic  
4 development regarding the expenditure of such moneys.

5 b. STATE BOARD OF REGENTS AND REGENTS INSTITUTIONS

6 (1) STATE BOARD OF REGENTS. For capacity building  
7 infrastructure in areas related to technology  
8 commercialization, marketing and business development  
9 efforts in areas related to technology commercialization,  
10 entrepreneurship, and business growth, and infrastructure  
11 projects and programs needed to assist in implementation of  
12 activities under chapter 262B:

13 ..... \$ 3,000,000

14 (a) Of the moneys appropriated pursuant to this  
15 subparagraph (1), 35 percent shall be allocated for Iowa state  
16 university of science and technology, 35 percent shall be  
17 allocated for the state university of Iowa, and 30 percent  
18 shall be allocated for the university of northern Iowa.

19 (b) The institutions shall provide a one-to-one match  
20 of additional moneys for the activities funded with moneys  
21 appropriated under this subparagraph (1).

22 (c) The state board of regents shall submit a report by  
23 January 15, 2023, to the governor and the general assembly  
24 regarding the activities, projects, and programs funded with  
25 moneys appropriated under this subparagraph (1). The report  
26 shall be provided in an electronic format and shall include a  
27 list of metrics and criteria mutually agreed to in advance by  
28 the board of regents and the economic development authority.  
29 The metrics and criteria shall allow the governor's office and  
30 the general assembly to quantify and evaluate the progress  
31 of the board of regents institutions with regard to their  
32 activities, projects, and programs in the areas of technology  
33 commercialization, entrepreneurship, regional development, and  
34 market research.

35 (2) IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY. For

1 small business development centers, the research park, and the  
2 center for industrial research and service, and for not more  
3 than the following full-time equivalent positions:

4 ..... \$ 2,424,302  
5 ..... FTEs 50.95

6 (a) Of the moneys appropriated in this subparagraph (2),  
7 Iowa state university of science and technology shall allocate  
8 at least \$735,728 for purposes of funding small business  
9 development centers. Iowa state university of science and  
10 technology may allocate the appropriated moneys to the various  
11 small business development centers in any manner necessary to  
12 achieve the purposes of this subparagraph.

13 (b) Iowa state university of science and technology shall  
14 do all of the following:

15 (i) Direct expenditures for research toward projects that  
16 will provide economic stimulus for Iowa.

17 (ii) Provide emphasis to providing services to Iowa-based  
18 companies.

19 (c) It is the intent of the general assembly that the  
20 industrial incentive program focus on Iowa industrial sectors  
21 and seek contributions and in-kind donations from businesses,  
22 industrial foundations, and trade associations, and that moneys  
23 for the center for industrial research and service industrial  
24 incentive program shall be allocated only for projects which  
25 are matched by private sector moneys for directed contract  
26 research or for nondirected research. The match required of  
27 small businesses as defined in section 15.102 for directed  
28 contract research or for nondirected research shall be \$1  
29 for each \$3 of state funds. The match required for other  
30 businesses for directed contract research or for nondirected  
31 research shall be \$1 for each \$1 of state funds. The match  
32 required of industrial foundations or trade associations shall  
33 be \$1 for each \$1 of state funds.

34 (d) Iowa state university of science and technology shall  
35 report annually to the general assembly the total amount of

1 private contributions, the proportion of contributions from  
2 small businesses and other businesses, and the proportion for  
3 directed contract research and nondirected research of benefit  
4 to Iowa businesses and industrial sectors.

5 (3) STATE UNIVERSITY OF IOWA. For the state university of  
6 Iowa research park and for university of Iowa pharmaceuticals  
7 located at the research park, including salaries, support,  
8 maintenance, equipment, and miscellaneous purposes, and for not  
9 more than the following full-time equivalent positions:

10 .....	\$	209,279
11 .....	FTEs	6.00

12 The state university of Iowa shall do all of the following:

13 (a) Direct expenditures for research toward projects that  
14 will provide economic stimulus for Iowa.

15 (b) Provide emphasis to providing services to Iowa-based  
16 companies.

17 (4) STATE UNIVERSITY OF IOWA. For the purpose of  
18 implementing the entrepreneurship and economic growth  
19 initiative, and for not more than the following full-time  
20 equivalent positions:

21 .....	\$	2,000,000
22 .....	FTEs	8.00

23 (5) UNIVERSITY OF NORTHERN IOWA. For the metal casting  
24 center, the center for business growth and innovation, and the  
25 institute for decision making, including salaries, support,  
26 maintenance, and miscellaneous purposes, and for not more than  
27 the following full-time equivalent positions:

28 .....	\$	1,066,419
29 .....	FTEs	10.00

30 (a) Of the moneys appropriated in this subparagraph,  
31 the university of northern Iowa shall allocate at least  
32 \$617,638 for purposes of support of entrepreneurs through the  
33 university's center for business growth and innovation and  
34 advance Iowa program.

35 (b) The university of northern Iowa shall do all of the

1 following:

2 (i) Direct expenditures for research toward projects that  
3 will provide economic stimulus for Iowa.

4 (ii) Provide emphasis to providing services to Iowa-based  
5 companies.

6 (6) As a condition of receiving moneys appropriated in  
7 this lettered paragraph "b", an entity shall testify upon the  
8 request of the joint appropriations subcommittee on economic  
9 development regarding the expenditure of such moneys.

10 c. DEPARTMENT OF WORKFORCE DEVELOPMENT

11 To develop a long-term sustained program to train unemployed  
12 and underemployed central Iowans with skills necessary to  
13 advance to higher-paying jobs with full benefits:

14 ..... \$ 100,000

15 (1) The department of workforce development shall begin  
16 a request for proposals process, issued for purposes of this  
17 lettered paragraph "c", no later than September 1, 2022.

18 (2) As a condition of receiving moneys appropriated under  
19 this lettered paragraph "c", an entity shall testify upon the  
20 request of the joint appropriations subcommittee on economic  
21 development regarding the expenditure of such moneys.

22 d. DEPARTMENT OF WORKFORCE DEVELOPMENT

23 For the funding of a future ready Iowa coordinator in the  
24 department, and for not more than the following full-time  
25 equivalent positions:

26 ..... \$ 150,000

27 ..... FTEs 1.00

28 2. Notwithstanding section 8.33, moneys appropriated in  
29 this section that remain unencumbered or unobligated at the  
30 close of the fiscal year shall not revert but shall remain  
31 available for expenditure for the purposes designated until the  
32 close of the succeeding fiscal year.

33 Sec. 17. GENERAL FUND — CERTAIN REGENTS INSTITUTIONS.

34 1. There is appropriated from the general fund of the state  
35 to the following institutions for the fiscal year beginning

1 July 1, 2022, and ending June 30, 2023, the following amounts,  
2 or so much thereof as is necessary, to be used for the purposes  
3 designated:

4 a. IOWA STATE UNIVERSITY OF SCIENCE AND TECHNOLOGY

5 In cooperation with the Iowa economic development authority,  
6 for support of a biosciences innovation ecosystem, to  
7 strengthen Iowa's leadership positions in the area of bio-based  
8 chemicals, digital agriculture, vaccines, and medical devices,  
9 including salaries, support, maintenance, and miscellaneous  
10 purposes, and for not more than the following full-time  
11 equivalent positions:

12 ..... \$ 2,623,481  
13 ..... FTEs 10.01

14 b. STATE UNIVERSITY OF IOWA

15 In cooperation with the Iowa economic development authority,  
16 for support of a biosciences innovation ecosystem, to  
17 strengthen Iowa's leadership positions in the area of bio-based  
18 chemicals, digital agriculture, vaccines, and medical devices,  
19 including salaries, support, maintenance, and miscellaneous  
20 purposes:

21 ..... \$ 874,494  
22 ..... FTEs 4.35

23 c. UNIVERSITY OF NORTHERN IOWA

24 For equipment and technology to expand the university's  
25 additive manufacturing capabilities related to investment  
26 castings technology and industry support, including salaries,  
27 support, maintenance, and miscellaneous purposes, and for not  
28 more than the following full-time equivalent positions:

29 ..... \$ 394,321  
30 ..... FTEs 2.73

31 The university of northern Iowa shall make a good-faith  
32 effort to coordinate with private entities to seek moneys to  
33 supplement this appropriation to support the expansion of the  
34 university's additive manufacturing capabilities.

35 2. Notwithstanding section 8.33, moneys appropriated in

1 subsection 1, paragraphs "a" and "b", that remain unencumbered  
2 or unobligated at the close of the fiscal year shall not revert  
3 but shall remain available for expenditure for the purposes  
4 designated until the close of the succeeding fiscal year.

5 DIVISION II

6 BEER AND LIQUOR CONTROL FUND — STATEWIDE TOURISM MARKETING  
7 SERVICES AND EFFORTS

8 Sec. 18. NEW SECTION. 15.275 **Statewide tourism marketing**  
9 **services and efforts.**

10 1. From the moneys transferred to the authority from the  
11 beer and liquor control fund pursuant to section 123.17,  
12 subsection 7, the authority shall award contracts to one  
13 or more entities to conduct statewide tourism marketing  
14 services and efforts and to provide services to campaigns,  
15 workshops, and conferences that promote travel and tourism  
16 throughout the state. Each contract awarded by the authority  
17 shall specify that the entity must conduct statewide tourism  
18 marketing services and efforts that meet all of the following  
19 requirements:

20 a. The marketing services and efforts shall be of  
21 professional quality and shall be coordinated with, and not  
22 duplicate, existing programs or services conducted by the  
23 authority that are related to tourism marketing.

24 b. The marketing services and efforts shall include hosting  
25 and leveraging tourism advocacy events.

26 c. The marketing services and efforts shall be accessible to  
27 tourism-focused organizations.

28 d. The marketing services and efforts shall advocate for the  
29 travel and tourism industry and the sectors connected to Iowa's  
30 visitor economy to leverage public and private partnerships to  
31 market and promote the state as a travel destination.

32 2. The authority shall report to the general assembly on or  
33 before September 1 of each fiscal year on the effectiveness of  
34 each entity that conducted statewide tourism marketing services  
35 and efforts in the immediately preceding fiscal year pursuant

1 to a contract awarded under subsection 1. The report shall  
2 be provided in an electronic format and shall include metrics  
3 and criteria that allow the general assembly to quantify and  
4 evaluate the effectiveness and economic impact of each entity's  
5 statewide tourism marketing services and efforts.

6 Sec. 19. Section 123.17, subsection 7, Code 2022, is amended  
7 by striking the subsection and inserting in lieu thereof the  
8 following:

9 7. After any transfers provided for in subsections 3, 5,  
10 and 6, and before any other transfer to the general fund,  
11 the department of commerce shall transfer to the economic  
12 development authority from the beer and liquor control fund  
13 two million dollars annually for statewide tourism marketing  
14 services and efforts pursuant to section 15.275.

15 DIVISION III

16 HOUSING RENEWAL PILOT PROGRAM

17 Sec. 20. HOUSING RENEWAL PILOT PROGRAM.

18 1. For purposes of this section, "nonprofit Iowa affiliate"  
19 means a nonprofit Iowa affiliate of a nonprofit international  
20 organization whose primary activity is the promotion of the  
21 construction, remodeling, or rehabilitation of one-family or  
22 two-family dwellings for use by low-income families.

23 2. a. A housing renewal program fund is created in the  
24 state treasury under the control of the Iowa finance authority.  
25 The fund shall consist of moneys appropriated to or deposited  
26 in the fund. Moneys in the fund are appropriated to the  
27 authority to establish and administer a housing renewal pilot  
28 program.

29 b. For the fiscal year beginning July 1, 2022, and ending  
30 June 30, 2023, there is appropriated from the general fund of  
31 the state to the Iowa finance authority five hundred thousand  
32 dollars for deposit in the housing renewal program fund.

33 c. Notwithstanding section 12C.7, subsection 2, interest or  
34 earnings on moneys in the housing renewal program fund shall be  
35 credited to the fund. Payment of interest, recaptures of grant

1 awards, and other repayments under the housing renewal pilot  
2 program shall be deposited in the fund.

3 3. a. The Iowa finance authority shall provide moneys from  
4 the housing renewal program fund to a nonprofit Iowa affiliate  
5 that shall use the moneys to award grants under the housing  
6 renewal pilot program to eligible participants.

7 b. Eligible participants under paragraph "a" shall use  
8 a grant awarded under the housing renewal pilot program only  
9 for purposes of the acquisition, rehabilitation, and resale of  
10 ownership units; the acquisition and demolition of blighted  
11 structures; and the redevelopment of ownership units.

12 4. Twenty-five percent of moneys appropriated to the  
13 housing renewal program fund shall be allocated to rural  
14 communities in the eighty-eight least populated counties in the  
15 state.

16 5. a. The nonprofit Iowa affiliate may partner with a city,  
17 a county, a consortium of local governments, or an organization  
18 exempt from taxation pursuant to section 501(c)(3) of the  
19 Internal Revenue Code; however, the nonprofit Iowa affiliate  
20 shall determine the geographic location of all projects for  
21 which a grant is awarded.

22 b. The nonprofit Iowa affiliate shall not award a  
23 grantee more than one hundred thousand dollars per ownership  
24 unit. A grantee may use up to five percent of a grant for  
25 administration expenses related to the grantee's project.

26 c. (1) A grantee shall have thirty-six months from the date  
27 a contract is executed between the nonprofit Iowa affiliate and  
28 the grantee for the grantee's project. The grantee's project  
29 shall be considered complete when all grant funds awarded to  
30 the grantee have been expended, and all ownership units that  
31 are covered by the contract are finished and available for  
32 sale.

33 (2) If a grantee has no project activity within thirty-six  
34 months from the date a contract is executed between the  
35 nonprofit Iowa affiliate and the grantee, the grant award shall

1 be returned to the Iowa finance authority for deposit in the  
2 housing renewal program fund.

3 d. A grantee shall sell each completed ownership unit  
4 to a homebuyer whose income is under the one hundred twenty  
5 percent area median income and who must occupy the ownership  
6 unit as the homebuyer's primary residence. The deed to the  
7 ownership unit must contain a restrictive resale requirement  
8 that prohibits the homebuyer or a subsequent owner from selling  
9 the ownership unit to a person with an income above the one  
10 hundred twenty percent area median income for five calendar  
11 years from the date the grantee sold the ownership unit to the  
12 first homebuyer whose income is under the one hundred twenty  
13 percent area median income.

14 6. A grantee may use income generated from the sale of an  
15 ownership unit only for the purpose of additional eligible  
16 expenses under the housing renewal pilot program.

17 7. The Iowa finance authority shall not use more than five  
18 percent of moneys allocated to the housing renewal program fund  
19 for administration and oversight of the housing renewal pilot  
20 program.

21 8. The Iowa finance authority shall adopt rules pursuant to  
22 chapter 17A to administer this division.

23 9. The Iowa finance authority, in coordination with  
24 the nonprofit Iowa affiliate, shall submit a report to the  
25 general assembly on or before December 31, 2023, describing  
26 the community, economic, and financial impact of the housing  
27 renewal pilot program.

28 DIVISION IV

29 HIGH QUALITY JOBS TAX CREDITS

30 Sec. 21. Section 15.119, subsection 2, paragraph a,  
31 subparagraph (2), Code 2022, is amended to read as follows:

32 (2) In allocating tax credits pursuant to [this subsection](#)  
33 for the fiscal year beginning July 1, ~~2021~~ 2022, and for each  
34 fiscal year thereafter, the authority shall not allocate more  
35 than ~~seventy~~ sixty-eight million dollars for purposes of this

1 paragraph.

2 DIVISION V

3 EMPLOYER CHILD CARE TAX CREDIT

4 Sec. 22. NEW SECTION. 237A.31 Employer child care tax  
5 credit.

6 1. The taxes imposed under chapter 422, subchapter II or  
7 III, the franchise tax imposed under chapter 422, subchapter  
8 V, the gross premiums tax under chapter 432, or the moneys and  
9 credits tax imposed under section 533.329 shall be reduced  
10 by an employer child care tax credit equal to the amount of  
11 the federal employer-provided child care tax credit provided  
12 in section 45F of the Internal Revenue Code the taxpayer was  
13 eligible for in the same tax year.

14 2. Any credit in excess of the tax liability is not  
15 refundable but the excess for the tax year may be credited  
16 to the tax liability for the following five years or until  
17 depleted, whichever is earlier.

18 3. a. The aggregate amount of tax credits authorized  
19 pursuant to this section shall not exceed an aggregate limit of  
20 two million dollars annually.

21 b. To receive a tax credit, a taxpayer must submit an  
22 application to the economic development authority in the form  
23 and manner prescribed by the authority by rule. The economic  
24 development authority shall issue certificates under this  
25 section on a first-come, first-served basis, which certificates  
26 may be redeemed for tax credits. The economic development  
27 authority shall issue such certificates so that not more than  
28 the amount authorized for such tax credits under paragraph "a"  
29 may be claimed.

30 4. The department of revenue, in consultation with the  
31 economic development authority, shall adopt rules pursuant to  
32 chapter 17A to administer this section.

33 Sec. 23. NEW SECTION. 422.120 Employer child care tax  
34 credit.

35 1. The taxes imposed under this subchapter, less the credits

1 allowed under section 422.12, shall be reduced by an employer  
2 child care tax credit allowed pursuant to section 237A.31.

3 2. An individual may claim the tax credit allowed a  
4 partnership, S corporation, limited liability company, estate,  
5 or trust electing to have the income taxed directly to the  
6 individual. The amount claimed by the individual shall be  
7 based upon the pro rata share of the individual's earnings of a  
8 partnership, S corporation, limited liability company, estate,  
9 or trust.

10 Sec. 24. Section 422.33, Code 2022, is amended by adding the  
11 following new subsection:

12 NEW SUBSECTION. 32. The taxes imposed under this subchapter  
13 shall be reduced by an employer child care tax credit allowed  
14 pursuant to section 237A.31.

15 Sec. 25. Section 422.60, Code 2022, is amended by adding the  
16 following new subsection:

17 NEW SUBSECTION. 15. The taxes imposed under this division  
18 shall be reduced by an employer child care tax credit allowed  
19 pursuant to section 237A.31.

20 Sec. 26. NEW SECTION. 432.120 **Employer child care tax**  
21 **credit.**

22 The taxes imposed under this chapter shall be reduced by  
23 an employer child care tax credit allowed pursuant to section  
24 237A.31.

25 Sec. 27. Section 533.329, subsection 2, Code 2022, is  
26 amended by adding the following new paragraph:

27 NEW PARAGRAPH. *m.* The moneys and credits tax imposed under  
28 this section shall be reduced by an employer child care tax  
29 credit allowed pursuant to section 237A.31.

30 Sec. 28. **APPLICABILITY.** This division of this Act applies  
31 to tax years beginning on or after January 1, 2023.>

32 2. Title page, by striking lines 5 through 8 and inserting  
33 <regents and certain regents institutions, providing for  
34 properly related matters, and including applicability  
35 provisions.>

---

COMMITTEE ON APPROPRIATIONS  
TIM KRAAYENBRINK, CHAIRPERSON